



STATE OF UTAH  
NATURAL RESOURCES  
Oil, Gas & Mining

Norman H. Bangerter, Governor  
Dee C. Hansen, Executive Director  
Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

January 29, 1986

Mr. Bruce Gilbert  
Environmental Coordinator  
Chevron Resources Company  
Manila Star Route  
Vernal, Utah 84078

Dear Mr. Gilbert:

Re: Final Approval, Tailings Dam Expansion, Vernal Phosphate Operations,  
ACT/047/007, Uintah County, Utah

With the submittal of the letter of acceptance of stipulations and the bond for \$4.7 million, Chevron has met conditions for tentative approval of the tailings dam expansion at the Vernal Phosphate Operations outlined in the Division's letter of November 27, 1985.

Therefore at this time the Division grants Final Approval for the expansion. Please be reminded that Stipulation M-10(14)-1-JSL requires submittal of analysis of a sample of borrow material within 90 days of the date of this approval letter. The Division's approval is also contingent upon Chevron's receipt of approvals from all other regulatory authorities, including a Wastewater Facility Construction Permit from the Utah Department of Health.

Enclosed is a copy of the signed surety bond. The bond itself is acceptable; however, the Division requires that a legal description of the disturbed area that the bond covers be attached to the bond as Exhibit "A". This was not submitted with the bond, and should be filed within 30 days of receipt of this letter.

Please contact Susan C. Linner or Randy Harden should you have questions.

Sincerely,

*L. P. Braxton*

L. P. Braxton  
Administrator  
Mineral Resource Development  
and Reclamation Program

SCL:jvb

cc: R. Harden

J. Leatherwood

S. Linner

0028R-63

an equal opportunity employer

**UNITED PACIFIC INSURANCE COMPANY**

HEAD OFFICE, FEDERAL WAY, WASHINGTON

**RIDER**

To be attached to and form part of Bond Number U89 75 80-31 executed by Chevron Resources Company, a Division of Chevron Industries, Inc. as Principal, and UNITED PACIFIC INSURANCE COMPANY, as Surety, in favor of State of Utah, Division of Oil, Gas and Mining and dated January 26, 1984.

In consideration of the premium charged for the attached bond, it is hereby agreed that:

The Penal Sum of this bond has been increased

From: Three Million and no/100ths Dollars (\$3,000,000.00)

To: Four Million Seven Hundred Thousand and no/100ths Dollars (\$4,700,000.00)

The attached bond shall be subject to all its agreements, limitations and conditions except as herein expressly modified.

This rider shall become effective as of the 3rd day of January, 1986, standard time.

Signed, sealed and dated this 8th

day of January, 1986.

Chevron Resources Company,  
A Division of Chevron Industries, Inc.

PRINCIPAL

By

G.P. THURMOND

ASSISTANT SECRETARY

UNITED PACIFIC INSURANCE COMPANY

By

Lee Ramage

ATTORNEY-IN-FACT

ACCEPTED:

Board of Oil, Gas & Mining

By Jerry L. Hill

Chairman

(TITLE)

# UNITED PACIFIC INSURANCE COMPANY

HEAD OFFICE, FEDERAL WAY, WASHINGTON

## POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS, That the UNITED PACIFIC INSURANCE COMPANY, a corporation duly organized under the laws of the State of Washington, does hereby make, constitute and appoint

LEE RAMAGE of SAN FRANCISCO, CALIFORNIA---

its true and lawful Attorney-in-Fact, to make, execute, seal and deliver for and on its behalf, and as its act and deed

ANY AND ALL BONDS AND UNDERTAKINGS OF SURETYSHIP-----

and to bind the UNITED PACIFIC INSURANCE COMPANY thereby as fully and to the same extent as if such bonds and undertakings and other writings obligatory in the nature thereof were signed by an Executive Officer of the UNITED PACIFIC INSURANCE COMPANY and sealed and attested by one other of such officers, and hereby ratifies and confirms all that its said Attorney(s)-in-Fact may do in pursuance hereof.

This Power of Attorney is granted under and by authority of Article VII of the By-Laws of UNITED PACIFIC INSURANCE COMPANY which became effective September 7, 1978, which provisions are now in full force and effect, reading as follows:

### ARTICLE VII - EXECUTION OF BONDS AND UNDERTAKINGS

1. The Board of Directors, the President, the Chairman of the Board, any Senior Vice President, any Vice President or Assistant Vice President or other officer designated by the Board of Directors shall have power and authority to (a) appoint Attorneys-in-Fact and to authorize them to execute on behalf of the Company, bonds and undertakings, recognizances, contracts of indemnity and other writings obligatory in the nature thereof, and (b) to remove any such Attorney-in-Fact at any time and revoke the power and authority given to him.

2. Attorneys-in-Fact shall have power and authority, subject to the terms and limitations of the power of attorney issued to them, to execute and deliver on behalf of the Company, bonds and undertakings, recognizances, contracts of indemnity and other writings obligatory in the nature thereof. The corporate seal is not necessary for the validity of any bonds and undertakings, recognizances, contracts of indemnity and other writings obligatory in the nature thereof.

3. Attorneys-in-Fact shall have power and authority to execute affidavits required to be attached to bonds, recognizances, contracts of indemnity or other conditional or obligatory undertakings and they shall also have power and authority to certify the financial statement of the Company and to copies of the By-Laws of the Company or any article or section thereof.

This power of attorney is signed and sealed by facsimile under and by authority of the following Resolution adopted by the Board of Directors of UNITED PACIFIC INSURANCE COMPANY at a meeting held on the 5th day of June, 1979, at which a quorum was present, and said Resolution has not been amended or repealed:

"Resolved, that the signatures of such directors and officers and the seal of the Company may be affixed to any such power of attorney or any certificate relating thereto by facsimile, and any such power of attorney or certificate bearing such facsimile signatures or facsimile seal shall be valid and binding upon the Company and any such power so executed and certified by facsimile signatures and facsimile seal shall be valid and binding upon the Company in the future with respect to any bond or undertaking to which it is attached."

IN WITNESS WHEREOF, the UNITED PACIFIC INSURANCE COMPANY has caused these presents to be signed by its Vice President, and its corporate seal to be hereto affixed, this 14th day of February 19 83



UNITED PACIFIC INSURANCE COMPANY

*D. Keith Johnson*  
Asst. Vice President

STATE OF Washington } ss.  
COUNTY OF King

On this 14th day of February, 1983, personally appeared D. Keith Johnson

to me known to be the Vice-President of the UNITED PACIFIC INSURANCE COMPANY, and acknowledged that he executed and attested the foregoing instrument and affixed the seal of said corporation thereto, and that Article VII, Section 1, 2, and 3 of the By-Laws of said Company, and the Resolution, set forth therein, are still in full force.

My Commission Expires:

July 20, 19 86



*Elizabeth A. Morrow*  
Notary Public in and for State of Washington  
Residing at Milton

I, Charles J. Falskow, Assistant Secretary of the UNITED PACIFIC INSURANCE COMPANY, do hereby certify that the above and foregoing is a true and correct copy of a Power of Attorney executed by said UNITED PACIFIC INSURANCE COMPANY, which is still in full force and effect.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of said Company this 8th day of January 19 86



Assistant Secretary *Charles J. Falskow*